## **AMENDMENTS TO THE SPECIFICATION**

Please replace paragraphs [0011] and [0014] with the following amended paragraphs:

[0011] According to one aspect of the present invention, there is provided a turbo-charged engine with EGR comprising a turbocharger having a turbine and a compressor, an EGR passage connecting an exhaust passage upstream of the turbine of the turbocharger and an intake passage downstream of the compressor to each other for returning some of exhaust gas in the exhaust passage to the intake passage, and an EGR valve provided in the EGR passage for adjusting a passage area of the EGR passage, wherein capacity of the turbine is set such that in a high speed and high load region of the engine operating state, if the exhaust gas is supplied to the turbine with the EGR valve closed, the turbocharger overruns beyond a maximum speed limit, and if the EGR valve is opened to return some of the exhaust gas to an intake passage side, the turbocharger rotates at [[less]] lower speed than the maximum speed limit.

[0014] Preferably, capacities of the high stage turbine and the low stage turbine are respectively set such that in the high speed and high load region of the engine operating state, if the exhaust gas is supplied to the high stage turbine with the EGR passage closed, at least one of the high stage turbine and the low stage turbine overruns beyond the maximum speed limit, and if the EGR passage is opened to return [[the]] some of the exhaust gas to the intake side, both of the turbines rotate at [[less]] <u>lower</u> speed than the maximum speed limit.